

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE WESTERN DISTRICT OF TEXAS
AUSTIN DIVISION**

**IN RE:
PACKET CONSTRUCTION LLC**

DEBTOR

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§
§
§

BANKRUPTCY CASE NO. 23-10860

2022 TAX RETURN

Form **1120-S** 22-10860-cgb Doc#12 Filed 10/13/23 Entered 10/13/23 09:23:27 Main Document Pg 2 of 2

U.S. Income Tax Return for an S Corporation

Do not file this form unless the corporation has filed or is attaching Form 2553 to elect to be an S corporation.

Go to www.irs.gov/Form1120S for instructions and the latest information.

OMB No. 1545-0047 **2022**

For calendar year 2022 or tax year beginning , ending

A Selection effective date 11/01/17	TYPE OR PRINT	Name Packet Construction LLC	D Employer identification number 4512
B Business activity code number (see instructions) 237100		Number, street, and room or suite no. If a P.O. box, see instructions. P O Box 82668	E Date incorporated 11/01/2017
C Check if Sch. M-3 attached <input type="checkbox"/>		City or town, state or province, country, and ZIP or foreign postal code AUSTIN TX 78708	F Total assets (see instructions) \$ 645,682

G Is the corporation electing to be an S corporation beginning with this tax year? See instructions. ☐ Yes ☒ No

H Check if: (1) ☐ Final return (2) ☐ Name change (3) ☐ Address change (4) ☐ Amended return (5) ☐ S election termination

I Enter the number of shareholders who were shareholders during any part of the tax year **1**

J Check if corporation: (1) ☐ Aggregated activities for section 465 at-risk purposes (2) ☐ Grouped activities for section 469 passive activity purposes

Caution: Include **only** trade or business income and expenses on lines 1a through 21. See the instructions for more information.

Income	1a Gross receipts or sales	1a	6,938,398	
	b Returns and allowances	1b		
	c Balance. Subtract line 1b from line 1a			1c 6,938,398
	2 Cost of goods sold (attach Form 1125-A)			2 4,844,616
	3 Gross profit. Subtract line 2 from line 1c			3 2,093,782
	4 Net gain (loss) from Form 4797, line 17 (attach Form 4797)			4 10,200
Deductions (see instructions for limitations)	5 Other income (loss) (see instructions—attach statement)			5
	6 Total income (loss). Add lines 3 through 5			6 2,103,982
	7 Compensation of officers (see instructions—attach Form 1125-E)			7 152,657
	8 Salaries and wages (less employment credits)			8 1,229,313
	9 Repairs and maintenance			9
	10 Bad debts			10
	11 Rents			11 31,564
	12 Taxes and licenses			12 136,690
	13 Interest (see instructions)			13 103,250
	14 Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562)			14 15,761
	15 Depletion (Do not deduct oil and gas depletion.)			15
	16 Advertising			16
	17 Pension, profit-sharing, etc., plans			17
	18 Employee benefit programs			18 24,721
	19 Other deductions (attach statement) See Stmt 1			19 318,058
20 Total deductions. Add lines 7 through 19			20 2,012,014	
21 Ordinary business income (loss). Subtract line 20 from line 6			21 91,968	
Tax and Payments	22a Excess net passive income or LIFO recapture tax (see instructions)	22a		
	b Tax from Schedule D (Form 1120-S)	22b		
	c Add lines 22a and 22b (see instructions for additional taxes)			22c
	23a 2022 estimated tax payments and 2021 overpayment credited to 2022	23a		
	b Tax deposited with Form 7004	23b		
	c Credit for federal tax paid on fuels (attach Form 4136)	23c		
	d Add lines 23a through 23c			23d
	24 Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>			24
	25 Amount owed. If line 23d is smaller than the total of lines 22c and 24, enter amount owed			25
	26 Overpayment. If line 23d is larger than the total of lines 22c and 24, enter amount overpaid			26
27 Enter amount from line 26: Credited to 2023 estimated tax		Refunded	27	

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

May the RS discuss this return with the preparer shown below? See instructions. ☒ Yes ☐ No

President

Signature of officer **John P Miller Jr** Date Title

Paid Preparer Use Only

Print/Type preparer's name **Randal P Van Camp** Preparer's signature **Randal P Van Camp** Date **09/11/23** Check ☒ if self-employed PTIN

Firm's name **Randy Van Camp, CPA, LLC** Firm's EIN **8062**

Firm's address **171 Benney Lane Bldg II Ste 300 Dripping Springs, TX 78620-5394** Phone no.

For Paperwork Reduction Act Notice, see separate instructions. Form **1120-S** (2022)

Other Information (see instructions)

1	Check accounting method: a <input type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input checked="" type="checkbox"/> Other (specify) Completed Contrac	Yes	No
2	See the instructions and enter the: a Business activity CONSTRUCTION b Product or service Product		
3	At any time during the tax year, was any shareholder of the corporation a disregarded entity, a trust, an estate, or a nominee or similar person? If "Yes," attach Schedule B-1, Information on Certain Shareholders of an S Corporation		X
4	At the end of the tax year, did the corporation: a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total stock issued and outstanding of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below		X

(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage of Stock Owned	(v) If Percentage in (iv) Is 100%, Enter the Date (if applicable) a Qualified Subchapter S Subsidiary Election Was Made

b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below	Yes	No
		X

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Maximum Percentage Owned in Profit, Loss, or Capital

5a At the end of the tax year, did the corporation have any outstanding shares of restricted stock? If "Yes," complete lines (i) and (ii) below. (i) Total shares of restricted stock (ii) Total shares of non-restricted stock	Yes	No
		X
b At the end of the tax year, did the corporation have any outstanding stock options, warrants, or similar instruments? If "Yes," complete lines (i) and (ii) below. (i) Total shares of stock outstanding at the end of the tax year (ii) Total shares of stock outstanding if all instruments were executed		X
6 Has this corporation filed, or is it required to file, Form 8918 , Material Advisor Disclosure Statement, to provide information on any reportable transaction?		X
7 Check this box if the corporation issued publicly offered debt instruments with original issue discount. If checked, the corporation may have to file Form 8281 , Information Return for Publicly Offered Original Issue Discount Instruments. <input type="checkbox"/>		
8 If the corporation (a) was a C corporation before it elected to be an S corporation or the corporation acquired an asset with a basis determined by reference to the basis of the asset (or the basis of any other property) in the hands of a C corporation, and (b) has net unrealized built-in gain in excess of the net recognized built-in gain from prior years, enter the net unrealized built-in gain reduced by net recognized built-in gain from prior years. See instructions \$		
9 Did the corporation have an election under section 163(j) for any real property trade or business or any farming business in effect during the tax year? See instructions	X	
10 Does the corporation satisfy one or more of the following? See instructions a The corporation owns a pass-through entity with current, or prior year carryover, excess business interest expense. b The corporation's aggregate average annual gross receipts (determined under section 448(c)) for the 3 tax years preceding the current tax year are more than \$27 million and the corporation has business interest expense. c The corporation is a tax shelter and the corporation has business interest expense. If "Yes," complete and attach Form 8990 , Limitation on Business Interest Expense Under Section 163(j).		X
11 Does the corporation satisfy both of the following conditions? a The corporation's total receipts (see instructions) for the tax year were less than \$250,000. b The corporation's total assets at the end of the tax year were less than \$250,000. If "Yes," the corporation is not required to complete Schedules L and M-1.		X

Other Information (see instructions) (continued)

	Yes	No
12 During the tax year, did the corporation have any non-shareholder debt that was canceled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt?		X
If "Yes," enter the amount of principal reduction		
13 During the tax year, was a qualified subchapter S subsidiary election terminated or revoked? If "Yes," see instructions		X
14a Did the corporation make any payments in 2022 that would require it to file Form(s) 1099?	X	
b If "Yes," did or will the corporation file required Form(s) 1099?	X	
15 Is the corporation attaching Form 8996 to certify as a Qualified Opportunity Fund?		X
If "Yes," enter the amount from Form 8996, line 15		

Shareholders' Pro Rata Share Items**Total amount**

Income (Loss)	1 Ordinary business income (loss) (page 1, line 21)	1	91,968	
	2 Net rental real estate income (loss) (attach Form 8825)	2		
	3a Other gross rental income (loss)	3a		
	b Expenses from other rental activities (attach statement)	3b		
	c Other net rental income (loss). Subtract line 3b from line 3a	3c		
	4 Interest income	4		
	5 Dividends: a Ordinary dividends	5a		
	b Qualified dividends	5b		
	6 Royalties	6		
	7 Net short-term capital gain (loss) (attach Schedule D (Form 1120-S))	7		
8a Net long-term capital gain (loss) (attach Schedule D (Form 1120-S))	8a			
b Collectibles (28%) gain (loss)	8b			
c Unrecaptured section 1250 gain (attach statement)	8c			
9 Net section 1231 gain (loss) (attach Form 4797)	9			
10 Other income (loss) (see instructions)	Type:	10		
Deductions	11 Section 179 deduction (attach Form 4562)	11	100,000	
	12a Charitable contributions	12a	See Stmt	
	b Investment interest expense	12b		
	c Section 59(e)(2) expenditures	Type:	12c	
	d Other deductions (see instructions)	Type:	12d	
Credits	13a Low-income housing credit (section 42(j)(5))	13a		
	b Low-income housing credit (other)	13b		
	c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468, if applicable)	13c		
	d Other rental real estate credits (see instructions)	Type:	13d	
	e Other rental credits (see instructions)	Type:	13e	
	f Biofuel producer credit (attach Form 6478)	13f		
	g Other credits (see instructions)	Type:	13g	
Inter-national	14 Attach Schedule K-2 (Form 1120-S), Shareholders' Pro Rata Share Items—International, and check this box to indicate you are reporting items of international tax relevance <input type="checkbox"/>			
Alternative Minimum Tax (AMT) Items	15a Post-1986 depreciation adjustment	15a		
	b Adjusted gain or loss	15b		
	c Depletion (other than oil and gas)	15c		
	d Oil, gas, and geothermal properties – gross income	15d		
	e Oil, gas, and geothermal properties – deductions	15e		
	f Other AMT items (attach statement)	15f		
Items Affecting Shareholder Basis	16a Tax-exempt interest income	16a		
	b Other tax-exempt income	16b		
	c Nondeductible expenses	16c		
	d Distributions (attach statement if required) (see instructions)	16d		
	e Repayment of loans from shareholders	16e		
	f Foreign taxes paid or accrued	16f		

Shareholders' Pro Rata Share Items (continued)

Other Information	Total amount	
	17a	
	17b	
	17c	
17a Investment income		
b Investment expenses		
c Dividend distributions paid from accumulated earnings and profits		
d Other items and amounts (attach statement)	See Statement 2	
18 Income (loss) reconciliation. Combine the amounts on lines 1 through 10 in the far right column. From the result, subtract the sum of the amounts on lines 11 through 12d and 16f	18	-8,032

Balance Sheets per Books

		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1 Cash			670,218		5,326
2a Trade notes and accounts receivable					
b Less allowance for bad debts	(
3 Inventories					
4 U.S. government obligations					
5 Tax-exempt securities (see instructions)					
6 Other current assets (attach statement)					
7 Loans to shareholders					
8 Mortgage and real estate loans					
9 Other investments (attach statement)					
10a Buildings and other depreciable assets		996,424		1,249,719	
b Less accumulated depreciation	(952,328	44,096	1,008,265	241,454
11a Depletable assets					
b Less accumulated depletion	(
12 Land (net of any amortization)					
13a Intangible assets (amortizable only)		445,000		445,000	
b Less accumulated amortization	(29,667	415,333	59,333	385,667
14 Other assets (attach statement) Stmt 3			13,235		13,235
15 Total assets			1,142,882		645,682
Liabilities and Shareholders' Equity					
16 Accounts payable			10,637		
17 Mortgages, notes, bonds payable in less than 1 year					
18 Other current liabilities (attach statement)					
19 Loans from shareholders					76,912
20 Mortgages, notes, bonds payable in 1 year or more			2,864,771		2,207,409
21 Other liabilities (attach statement)					
22 Capital stock			1,000		1,000
23 Additional paid-in capital					
24 Retained earnings			-1,733,526		-1,639,639
25 Adjustments to shareholders' equity (attach statement)					
26 Less cost of treasury stock	(
27 Total liabilities and shareholders' equity			1,142,882		645,682

Form 1120-S (2022)

Reconciliation of Income (Loss) per Books With Income (Loss) per Return

Note: The corporation may be required to file Schedule M-3. See instructions.

1 Net income (loss) per books	-22,209	5 Income recorded on books this year not included on Schedule K, lines 1 through 10 (itemize):	
2 Income included on Schedule K, lines 1, 2, 3c, 4, 5a, 6, 7, 8a, 9, and 10, not recorded on books this year (itemize) Stmt 4	10,000	a Tax-exempt interest \$	
3 Expenses recorded on books this year not included on Schedule K, lines 1 through 12 and 16f (itemize):		6 Deductions included on Schedule K, lines 1 through 12 and 16f, not charged against book income this year (itemize):	
a Depreciation \$ 4,177		a Depreciation \$	
b Travel and entertainment \$	4,177	7 Add lines 5 and 6	
4 Add lines 1 through 3	-8,032	8 Income (loss) (Schedule K, line 18). Subtract line 7 from line 4	-8,032

Analysis of Accumulated Adjustments Account, Shareholders' Undistributed Taxable Income Previously Taxed, Accumulated Earnings and Profits, and Other Adjustments Account (see instructions)

	(a) Accumulated adjustments account	(b) Shareholders' undistributed taxable income previously taxed	(c) Accumulated earnings and profits	(d) Other adjustments account
1 Balance at beginning of tax year	-1,733,526			
2 Ordinary income from page 1, line 21	91,968			
3 Other additions Stmt 5	101,919			
4 Loss from page 1, line 21	()			
5 Other reductions Stmt 6	(100,000)			()
6 Combine lines 1 through 5	-1,639,639			
7 Distributions				
8 Balance at end of tax year. Subtract line 7 from line 6	-1,639,639			

Form 1120-S (2022)

Form **4797**

Sales of Business Property
(Also Involuntary Conversions and Recapture Amounts
Under Sections 179 and 280F(b)(2))

OMB No. 1545-0184

2022

Department of the Treasury
Internal Revenue Service

Attach to your tax return.

Go to www.irs.gov/Form4797 for instructions and the latest information.

Attachment
Sequence No. **27**

Name(s) shown on return

Identifying number

Packet Construction LLC

4512

1a	Enter the gross proceeds from sales or exchanges reported to you for 2022 on Form(s) 1099-B or 1099-S (or substitute statement) that you are including on line 2, 10, or 20. See instructions	1a	
b	Enter the total amount of gain that you are including on lines 2, 10, and 24 due to the partial dispositions of MACRS assets	1b	
c	Enter the total amount of loss that you are including on lines 2 and 10 due to the partial dispositions of MACRS assets	1c	

Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft—Most Property Held More Than 1 Year (see instructions)

2	(a) Description of property	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Gross sales price	(e) Depreciation allowed or allowable since acquisition	(f) Cost or other basis, plus improvements and expense of sale	(g) Gain or (loss) Subtract (f) from the sum of (d) and (e)
3	Gain, if any, from Form 4684, line 39						3
4	Section 1231 gain from installment sales from Form 6252, line 26 or 37						4
5	Section 1231 gain or (loss) from like-kind exchanges from Form 8824						5
6	Gain, if any, from line 32, from other than casualty or theft						6
7	Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows						7
	Partnerships and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120-S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below. Individuals, partners, S corporation shareholders, and all others. If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you didn't have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below.						0
8	Nonrecaptured net section 1231 losses from prior years. See instructions						8
9	Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return. See instructions						9

Ordinary Gains and Losses (see instructions)

10	Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less):						
11	Loss, if any, from line 7						11 ()
12	Gain, if any, from line 7 or amount from line 8, if applicable						12
13	Gain, if any, from line 31						13 10,200
14	Net gain or (loss) from Form 4684, lines 31 and 38a						14
15	Ordinary gain from installment sales from Form 6252, line 25 or 36						15
16	Ordinary gain or (loss) from like-kind exchanges from Form 8824						16
17	Combine lines 10 through 16						17 10,200
18	For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below.						
a	If the loss on line 11 includes a loss from Form 4684, line 35, column (b)(ii), enter that part of the loss here. Enter the loss from income-producing property on Schedule A (Form 1040), line 16. (Do not include any loss on property used as an employee.) Identify as from "Form 4797, line 18a." See instructions						18a
b	Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Schedule 1 (Form 1040), Part I, line 4						18b

For Paperwork Reduction Act Notice, see separate instructions.

Form **4797** (2022)

Gain From Disposition of Property Under Sections 1245, 1250, 1252, 1254, and 1255
(see instructions)

19 (a) Description of section 1245, 1250, 1252, 1254, or 1255 property:		(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)
A 2019 Polaris Ranger		06/07/18	06/01/22
B Forklift		07/17/18	07/01/22
C			
D			
These columns relate to the properties on lines 19A through 19D.		Property A	Property B
		Property C	Property D
20 Gross sales price (Note: See line 1a before completing.)	20	10,000	200
21 Cost or other basis plus expense of sale	21	29,339	34,662
22 Depreciation (or depletion) allowed or allowable	22	29,339	34,662
23 Adjusted basis. Subtract line 22 from line 21	23	0	0
24 Total gain. Subtract line 23 from line 20	24	10,000	200
25 If section 1245 property:			
a Depreciation allowed or allowable from line 22	25a	29,339	34,662
b Enter the smaller of line 24 or 25a	25b	10,000	200
26 If section 1250 property: If straight line depreciation was used, enter -0- on line 26g, except for a corporation subject to section 291.			
a Additional depreciation after 1975. See instructions	26a		
b Applicable percentage multiplied by the smaller of line 24 or line 26a. See instructions	26b		
c Subtract line 26a from line 24. If residential rental property or line 24 isn't more than line 26a, skip lines 26d and 26e	26c		
d Additional depreciation after 1969 and before 1976	26d		
e Enter the smaller of line 26c or 26d	26e		
f Section 291 amount (corporations only)	26f		
g Add lines 26b, 26e, and 26f	26g		
27 If section 1252 property: Skip this section if you didn't dispose of farmland or if this form is being completed for a partnership.			
a Soil, water, and land clearing expenses	27a		
b Line 27a multiplied by applicable percentage. See instructions	27b		
c Enter the smaller of line 24 or 27b	27c		
28 If section 1254 property:			
a Intangible drilling and development costs, expenditures for development of mines and other natural deposits, mining exploration costs, and depletion. See instructions	28a		
b Enter the smaller of line 24 or 28a	28b		
29 If section 1255 property:			
a Applicable percentage of payments excluded from income under section 126. See instructions	29a		
b Enter the smaller of line 24 or 29a. See instructions	29b		

Summary of Part III Gains. Complete property columns A through D through line 29b before going to line 30.

30 Total gains for all properties. Add property columns A through D, line 24	30	10,200
31 Add property columns A through D, lines 25b, 26g, 27c, 28b, and 29b. Enter here and on line 13	31	10,200
32 Subtract line 31 from line 30. Enter the portion from casualty or theft on Form 4684, line 33. Enter the portion from other than casualty or theft on Form 4797, line 6	32	0

Recapture Amounts Under Sections 179 and 280F(b)(2) When Business Use Drops to 50% or Less
(see instructions)

	(a) Section 179	(b) Section 280F(b)(2)
33 Section 179 expense deduction or depreciation allowable in prior years	33	
34 Recomputed depreciation. See instructions	34	
35 Recapture amount. Subtract line 34 from line 33. See the instructions for where to report	35	

Form **1125-A**

Cost of Goods Sold

(Rev. November 2018)
Department of the Treasury
Internal Revenue Service

OMB No. 1545-0123

▶ **Attach to Form 1120, 1120-C, 1120-F, 1120S, or 1065.**
▶ **Go to www.irs.gov/Form1125A for the latest information.**

Name

Employer identification number

Packet Construction LLC

4512

1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule) stmt 7	5	4,844,616
6	Total. Add lines 1 through 5	6	4,844,616
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return. See instructions	8	4,844,616

9a Check all methods used for valuing closing inventory:

- (i) ☐ Cost
(ii) ☐ Lower of cost or market
(iii) ☐ Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods ▶ ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ ☐

d If the LIFO inventory method was used for this tax year, enter amount of closing inventory computed under LIFO **9d**

e If property is produced or acquired for resale, do the rules of section 263A apply to the entity? See instructions ☐ Yes ☒ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☒ No

For Paperwork Reduction Act Notice, see instructions.

Form **1125-A** (Rev. 11-2018)

52

☐ Final K-1

☐ Amended K-1

OMB No. 1545-0123

**Schedule K-1
(Form 1120-S)**

Department of the Treasury
Internal Revenue Service

2022

For calendar year 2022, or tax year

beginning

ending

**Shareholder's Share of Income, Deductions,
Credits, etc.**

▶ See separate instructions.

<input type="text"/>		1	Ordinary business income (loss) 91,968	13	Credits
		2	Net rental real estate income (loss)		
		3	Other net rental income (loss)		
		4	Interest income		
A Corporation's employer identification number 4512		5a	Ordinary dividends		
B Corporation's name, address, city, state, and ZIP code Packet Construction LLC P O Box 82668 AUSTIN TX 78708		5b	Qualified dividends	14	Schedule K-3 is attached if checked <input type="checkbox"/>
		6	Royalties	15	Alternative minimum tax (AMT) items
		7	Net short-term capital gain (loss)		
C RS Center where corporation filed return e-file		8a	Net long-term capital gain (loss)		
D Corporation's total number of shares Beginning of tax year 1,000 End of tax year 1,000		8b	Collectibles (28%) gain (loss)		
		8c	Unrecaptured section 1250 gain		
<input type="text"/>		9	Net section 1231 gain (loss)	16	Items affecting shareholder basis
E Shareholder's identifying number <input type="text"/>		10	Other income (loss)		
F Shareholder's name, address, city, state, and ZIP code John P Miller 15291 FM 150 W Driftwood TX 78619					
G Current year allocation percentage 100.000000 %				17 V*	Other information STMT
H Shareholder's number of shares Beginning of tax year 1,000 End of tax year 1,000		11	Section 179 deduction 100,000	AC*	STMT
		12	Other deductions		
I Loans from shareholder Beginning of tax year \$ 524,268 End of tax year \$ 524,268					
For IRS Use Only					
		18	<input type="checkbox"/> More than one activity for at-risk purposes*		
		19	<input type="checkbox"/> More than one activity for passive activity purposes*		
* See attached statement for additional information.					

Form 112
(Rev. October 2016)

Department of the Treasury
Internal Revenue Service

Name

▶ Attach to Form 1120, 1120-C, 1120-F, 1120-REIT, 1120-RIC, or 1120S.

OMB No. 1545-0123

► Information about Form 1125-E and its separate instructions is at www.irs.gov/form1125e.

Packet Construction LLC

Employer identification number

4512

Note: Complete Form 1125-E only if total receipts are \$500,000 or more. See instructions for definition of total receipts.

[illegible]

2	Total compensation of officers	2	152,657
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3	Compensation of officers claimed on Form 1125-A or elsewhere on return	3
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4 Subtract line 3 from line 2. Enter the result here and on Form 1120, page 1, line 12 or the appropriate line of your tax return	4	152,657
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For Paperwork Reduction Act Notice, see separate instructions.

Form 1125-E (Rev. 10-2016)

Form **4562**

Depreciation and Amortization

OMB No. 1545-0172

(Including Information on Listed Property)

Attach to your tax return.

2022

Attachment Sequence No. **179**

Department of the Treasury
Internal Revenue Service

Go to www.irs.gov/Form4562 for instructions and the latest information.

Name(s) shown on return

Identifying number

Packet Construction LLC

4512

Business or activity to which this form relates

Regular Depreciation

Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	1,080,000
2	Total cost of section 179 property placed in service (see instructions)	2	317,296
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	2,700,000
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	0
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	1,080,000
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
	Drilling Rig 2017 R023	317,296	100,000
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	100,000
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	100,000
10	Carryover of disallowed deduction from line 13 of your 2021 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5. See instructions	11	244,625
12	Section 179 expense deduction. Add lines 9 and 10, but don't enter more than line 11	12	100,000
13	Carryover of disallowed deduction to 2023. Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V.

Special Depreciation Allowance and Other Depreciation (Don't include listed property. See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year. See instructions	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	15,761

MACRS Depreciation (Don't include listed property. See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2022	17	0
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

Section B—Assets Placed in Service During 2022 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
			27.5 yrs.	MM	S/L	
i Nonresidential real property			39 yrs.	MM	S/L	
				MM	S/L	

Section C—Assets Placed in Service During 2022 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 30-year			30 yrs.	MM	S/L	
d 40-year			40 yrs.	MM	S/L	

Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions	22	15,761
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

Form **4562** (2022)

Listed Property (Include automobiles, certain other vehicles, certain aircraft, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A—Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed?				<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	24b If "Yes," is the evidence written?				<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost			
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use. See instructions							25				
26 Property used more than 50% in a qualified business use:											
SUV	08/21/18	100.00 %	50,433	50,433	5.0	S/L-					
		%									
27 Property used 50% or less in a qualified business use:											
		%				S/L-					
		%				S/L-					
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1							28				
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1								29			

Section B—Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1	(b) Vehicle 2	(c) Vehicle 3	(d) Vehicle 4	(e) Vehicle 5	(f) Vehicle 6
30 Total business/investment miles driven during the year (don't include commuting miles)						
31 Total commuting miles driven during the year						
32 Total other personal (noncommuting) miles driven						
33 Total miles driven during the year. Add lines 30 through 32						
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?						
36 Is another vehicle available for personal use?						

Section C—Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **aren't** more than 5% owners or related persons. See instructions.

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? See instructions		
Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," don't complete Section B for the covered vehicles.		

Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2022 tax year (see instructions):					
43 Amortization of costs that began before your 2022 tax year					43 29,666
44 Total. Add amounts in column (f). See the instructions for where to report					44 29,666

Department of the Treasury
Internal Revenue Service

Go to www.irs.gov/Form4684 for instructions and the latest information.

Attach to your tax return.

Use a separate Form 4684 for each casualty or theft.

OMB No. 1545-0077

2022

Attachment
Sequence No. 26

Name(s) shown on tax return

Identifying number

Packet Construction LLC

4512

SECTION A – Personal Use Property (Use this section to report casualties and thefts of property **not** used in a trade or business or for income-producing purposes. For tax years 2018 through 2025, if you are an individual, casualty or theft losses of personal-use property are deductible only if the loss is attributable to a federally declared disaster. You must use a separate Form 4684 (through line 12) for each casualty or theft event involving personal-use property. **If reporting a qualified disaster loss, see the instructions for special rules that apply before completing this section.**)

If the casualty or theft loss is attributable to a federally declared disaster, check here ☐ and enter the DR- _____ or EM- _____ declaration number assigned by FEMA. (See instructions.)

- 1 Description of properties (show type, location (city, state, and ZIP code), and date acquired for each property). Use a separate line for each property lost or damaged from the same casualty or theft. If you checked the box and entered the FEMA disaster declaration number above, enter the ZIP code for the property most affected on the line for Property A.

	Type of Property	City and State	ZIP Code	Date Acquired
Property A				
Property B				
Property C				
Property D				

		Properties			
		A	B	C	D
2	Cost or other basis of each property				
3	Insurance or other reimbursement (whether or not you filed a claim) (see instructions)				
	Note: If line 2 is more than line 3, skip line 4.				
4	Gain from casualty or theft. If line 3 is more than line 2, enter the difference here and skip lines 5 through 9 for that column. See instructions if line 3 includes insurance or other reimbursement you did not claim, or you received payment for your loss in a later tax year				
5	Fair market value before casualty or theft				
6	Fair market value after casualty or theft				
7	Subtract line 6 from line 5				
8	Enter the smaller of line 2 or line 7				
9	Subtract line 3 from line 8. If zero or less, enter -0-				
10	Casualty or theft loss. Add the amounts on line 9 in columns A through D				10
11	Enter \$100 (\$500 if qualified disaster loss rules apply; see instructions)				11
12	Subtract line 11 from line 10. If zero or less, enter -0-				12
	Caution: Use only one Form 4684 for lines 13 through 18.				
13	Add the amounts on line 4 of all Forms 4684				13
14	Add the amounts on line 12 of all Forms 4684. If you have losses not attributable to a federally declared disaster, see the instructions				14
	Caution: See instructions before completing line 15.				
15	<ul style="list-style-type: none">If line 13 is more than line 14, enter the difference here and on Schedule D. Do not complete the rest of this section.If line 13 is equal to line 14, enter -0- here. Do not complete the rest of this section.If line 13 is less than line 14, and you have no qualified disaster losses subject to the \$500 reduction on line 11 on any Form(s) 4684, enter -0- here and go to line 16. If you have qualified disaster losses subject to the \$500 reduction, subtract line 13 from line 14 and enter the smaller of this difference or the amount on line 12 of the Form(s) 4684 reporting those losses. Enter that result here and on Schedule A (Form 1040), line 16; or Schedule A (Form 1040-NR), line 7. If you claim the standard deduction, also include on Schedule A (Form 1040), line 16, the amount of your standard deduction (see the Instructions for Form 1040). Do not complete the rest of this section if all of your casualty or theft losses are subject to the \$500 reduction.				15
16	Add lines 13 and 15. Subtract the result from line 14				16
17	Enter 10% of your adjusted gross income from Form 1040, 1040-SR, or 1040-NR, line 11. Estates and trusts, see instructions				17
18	Subtract line 17 from line 16. If zero or less, enter -0-. Also, enter the result on Schedule A (Form 1040), line 15; or Schedule A (Form 1040-NR), line 6. Estates and trusts, enter the result on the "Other deductions" line of your tax return				18

For Paperwork Reduction Act Notice, see instructions.

Form 4684 (2022)

Name(s) shown on tax return. Do not enter name and identifying number if shown on other side.

Identifying number

Packet Construction LLC

4512

SECTION B – Business and Income-Producing Property Stolen

Casualty or Theft Gain or Loss (Use a separate Part I for each casualty or theft.)

19 Description of properties (show type, location, and date acquired for each property). Use a separate line for each property lost or damaged from the same casualty or theft. **See instructions if claiming a loss due to a Ponzi-type investment scheme and Section C is not completed.**

Property A **2019 Polaris Ranger**

06/07/18

Property B

Property C

Property D

20 Cost or adjusted basis of each property

21 Insurance or other reimbursement (whether or not you filed a claim). See the instructions for line 3

Note: If line 20 is **more** than line 21, skip line 22.

22 Gain from casualty or theft. If line 21 is **more** than line 20, enter the difference here and on line 29 or line 34, column (c), except as provided in the instructions for line 33. Also, skip lines 23 through 27 for that column. See the instructions for line 4 if line 21 includes insurance or other reimbursement you did not claim, or you received payment for your loss in a later tax year

23 Fair market value **before** casualty or theft

24 Fair market value **after** casualty or theft

25 Subtract line 24 from line 23

26 Enter the **smaller** of line 20 or line 25

Note: If the property was totally destroyed by casualty or lost from theft, enter on line 26 the amount from line 20.

27 Subtract line 21 from line 26. If zero or less, enter -0-

28 Casualty or theft loss. Add the amounts on line 27. Enter the total here and on line 29 or line 34. See instructions

Summary of Gains and Losses (from separate Parts I)

(a) Identify casualty or theft

(b) Losses from casualties or thefts

(i) Trade, business, rental, or royalty property

(ii) Income-producing property

(c) Gains from casualties or thefts includible in income

Casualty or Theft of Property Held One Year or Less

29

30 Totals. Add the amounts on line 29

31 Combine line 30, columns (b)(i) and (c). Enter the net gain or (loss) here and on Form 4797, line 14. If Form 4797 is not otherwise required, see instructions

32 Enter the amount from line 30, column (b)(ii) here. Individuals, enter the amount from income-producing property on Schedule A (Form 1040), line 16; or Schedule A (Form 1040-NR), line 7. (Do not include any loss on property used as an employee.) Estates and trusts, partnerships, and S corporations, see instructions

Casualty or Theft of Property Held More Than One Year

33 Casualty or theft gains from Form 4797, line 32

34

35 Total losses. Add amounts on line 34, columns (b)(i) and (b)(ii)

36 Total gains. Add lines 33 and 34, column (c)

37 Add amounts on line 35, columns (b)(i) and (b)(ii)

38 If the loss on line 37 is **more** than the gain on line 36:

a Combine line 35, column (b)(i) and line 36, and enter the net gain or (loss) here. Partnerships and S corporations, see the *Note* below. All others, enter this amount on Form 4797, line 14. If Form 4797 is not otherwise required, see instructions

b Enter the amount from line 35, column (b)(ii) here. Individuals, enter the amount from income-producing property on Schedule A (Form 1040), line 16; or Schedule A (Form 1040-NR), line 7. (Do not include any loss on property used as an employee.) Estates and trusts, enter on the "Other deductions" line of your tax return. Partnerships and S corporations, see the *Note* below

39 If the loss on line 37 is **less** than or **equal** to the gain on line 36, combine lines 36 and 37 and enter here. Partnerships, see the *Note* below. All others, enter this amount on Form 4797, line 3

Note: Partnerships, enter the amount from line 38a, 38b, or 39 on Form 1065, Schedule K, line 11.

S corporations, enter the amount from line 38a or 38b on Form 1120-S, Schedule K, line 10.

Section 199A Information WorksheetForm **1120-S****2022**

For calendar year 2022 or tax year beginning , ending

Name

Employer Identification Number

Packet Construction LLC**4512**

Activity Description		Pass-Through Entity EIN	PTP	Aggregated	SSTB
Column A	Page 1 Activity				
Column B					
Column C					
Column D					
Column E					

QBI or Qualified PTP items:

	Column A	Column B	Column C	Column D	Column E
Ordinary business income (loss)	91,968				
Net rental real estate income (loss)					
Other net rental income (loss)					
Royalty income (loss)					
Section 1231 gain (loss)					
Other income (loss)					
Section 179 deduction	100,000				
Other deductions					
W-2 wages	1,381,970				
Qualified property	1,199,286				

Other Information:

QBI allocable to cooperative pmts received
W-2 wages allocable to qualified payments
Section 199A(g) deduction

Section 199A REIT dividends

FYE: 12/31/2022

Statement 1 - Form 1120-S, Page 1, Line 19 - Other Deductions

Description	Amount
BANK CHARGES	\$ 10,013
PROFESSIONAL FEES	42,790
OFFICE SUPPLIES	9,709
TRAVEL	16,082
UTILITIES	2,490
BUSINESS DEVELOPMENT	
SAFETY PROGRAM	
INSURANCE	207,308
PERDIEM	
Amortization	29,666
Total	\$ 318,058

Statement 2 - Form 1120-S, Page 4, Schedule K, Line 17d - Other Items and Amounts

Description	Amount
Section 199A Information - See Attached Wrk	\$

Statement 3 - Form 1120-S, Page 4, Schedule L, Line 14 - Other Assets

Description	Beginning of Year	End of Year
Line of Credit Card	\$ 13,235	\$ 13,235
Total	\$ 13,235	\$ 13,235

Statement 4 - Form 1120-S, Page 5, Schedule M-1, Line 2 - Taxable Income Not on Books

Description	Amount
Form 4797 Book/Tax Diff	\$ 10,000
Total	\$ 10,000

Statement 5 - Form 1120-S, Page 5, Schedule M-2, Line 3(a) - Other Additions

Description	Amount
Contributions from Shareholde	\$ 101,919
Total	\$ 101,919

Statement 6 - Form 1120-S, Page 5, Schedule M-2, Line 5(a) - Other Reductions

Description	Amount
Section 179 Expense	\$ 100,000
Total	\$ 100,000

FYE: 12/31/2022

Statement 7 - Form 1125-A, Line 5 - Other Costs	
Description	Amount
CONTRACT SERVICES	\$ 1,106,065
EQUIPMENT RENTAL	1,062,293
EQUIPMENT REPAIR	18,694
Operating Supplies	1,399,526
EQUIPMENT FUEL	290,334
AGGREGATE	520,653
CONCRETE	212,842
REBAR	103,959
SURVEYS	42,029
REIMBURSEMENTS	64,541
Material Testing Services	23,680
Total	\$ 4,844,616

Federal Statements

FYE: 12/31/2022

John P Miller
0349

Schedule K-1, Box 17, Code AC - Gross Receipts for Section 448(c)

Description	Shareholder Amount
8990 Gross Receipts for 2021	3,267,767
8990 Gross Receipts for 2020	4,596,718
8990 Gross Receipts for 2019	5,563,205

Form 1120-S Schedule K-1	Schedule K-1, Box 17, Code V Shareholder's Section 199A Information	2022
For calendar year 2022 or tax year beginning _____, ending _____		

Name Packet Construction LLC John P Miller	Taxpayer Identification Number <div style="background-color: yellow; padding: 2px 5px; display: inline-block;"> 4512 -0349 </div>
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	Activity Description	Pass-Through Entity EIN	PTP	Aggregated	SSTB
Column A	Page 1 Activity		□	□	□
Column B			□	□	□
Column C			□	□	□
Column D			□	□	□
Column E			□	□	□

	Column A	Column B	Column C	Column D	Column E
QBI or Qualified PTP items:					
Ordinary business income (loss)	91,968				
Net rental real estate income (loss)					
Other net rental income (loss)					
Royalty income (loss)					
Section 1231 gain (loss)					
Other income (loss)					
Section 179 deduction	100,000				
Other deductions					
W-2 wages	1,381,970				
Qualified property	1,199,286				

Other Information:

QBI allocable to cooperative pmts received

W-2 wages allocable to qualified payments

Section 199A(g) deduction

Section 199A REIT dividends

Federal Asset Report
 Form 1120-S, Page 1

FYE: 12/31/2022

Asset	Description	Date In Service	Cost	Bus %	Sec 179	Bonus	Basis for Depr	PerConv Meth	Prior	Current
Section 179 Expense:										
35	Drilling Rig 2017 R023	9/22/22	317,296		X		N/A	7 MO S/L	0	100,000
			317,296				N/A		0	100,000
7-year GDS Property:										
34	Received in trade for asset # 17	6/01/22	0			X	0	7 HY 200DB	0	0
			0				0		0	0
Prior MACRS:										
1	Skid Steer	12/29/17	9,200			X	0	7 MQ200DB	9,200	0
2	Mini Excavator	12/29/17	7,800			X	0	7 MQ200DB	7,800	0
3	Skid Steer	12/29/17	76,236			X	0	7 MQ200DB	76,236	0
4	Enclosed Tool Trailer	12/28/17	4,494			X	0	5 MQ200DB	4,494	0
5	Equipment Trailer	12/28/17	5,028			X	0	5 MQ200DB	5,028	0
6	Equipment Trailer	1/17/18	4,997			X	0	7 HY 200DB	4,997	0
7	Equipment Trailer	1/29/18	7,868			X	0	7 HY 200DB	7,868	0
8	7'x20' Equipment trailer	2/20/18	4,997			X	0	7 HY 200DB	4,997	0
9	7' x 16' Cargo Trailer	2/20/18	4,601			X	0	7 HY 200DB	4,601	0
10	7' x 20' Equipment Trailer	2/22/18	5,210			X	0	7 HY 200DB	5,210	0
11	Equipment Trailer	2/28/18	5,180			X	0	7 HY 200DB	5,180	0
12	7' x 16' Tool Trailer	3/06/18	5,028			X	0	7 HY 200DB	5,028	0
13	Equipment Trailer 20'	3/30/18	5,376			X	0	7 HY 200DB	5,376	0
14	303.5 Mini Excavator	5/22/18	44,722			X	0	7 HY 200DB	44,722	0
15	289D Skid Steer	5/22/18	46,796			X	0	7 HY 200DB	46,796	0
17	2019 Polaris Ranger	6/07/18	29,339			X	0	7 HY 200DB	29,339	0
	Casualty/Theft: 6/01/22									
18	Forklift	7/17/18	34,662			X	0	7 HY 200DB	34,662	0
	Sold/Scrapped: 7/01/22									
19	Water Truck	7/17/18	28,676			X	0	7 HY 200DB	28,676	0
20	32' Goose Neck Trailer	7/25/18	10,519			X	0	7 HY 200DB	10,519	0
23	Fork Lift	9/04/18	1,514			X	0	7 HY 200DB	1,514	0
24	Fork Lift Upgrade	11/01/18	8,554			X	0	7 HY 200DB	8,554	0
25	Telescopic Drill Attachment Skid Steer	2/07/19	14,276			X	0	7 MQ200DB	14,276	0
26	Travel Trailer	2/07/19	79,524			X	0	7 MQ200DB	79,524	0
27	Compressor	4/26/19	10,880			X	0	7 MQ200DB	10,880	0
28	2014 Golf Cart	6/24/19	6,200			X	0	7 MQ200DB	6,200	0
29	2020 Haul Truck	12/20/19	175,397			X	0	7 MQ200DB	175,397	0
30	Equipment	1/01/20	11,554			X	0	7 HY 200DB	11,554	0
31	Office Equipment Computers Software	1/01/21	153,097			X	0	5 HY 200DB	153,097	0
32	Truck Bronco 2021	1/01/21	104,266			X	0	7 HY 200DB	104,266	0
			905,991				0		905,991	0
Other Depreciation:										
21	Ford F150 Pickup Truck	7/25/18	40,000				40,000	5 MO S/L	27,333	8,000
35	Drilling Rig 2017 R023	9/22/22	N/A*		X		217,296	7 MO S/L	0	7,761
	Total Other Depreciation		40,000				257,296		27,333	15,761
	Total ACRS and Other Depreciation		40,000				257,296		27,333	15,761
Listed Property:										
22	SUV	8/21/18	50,433				50,433	5 MO S/L	33,622	0
	Out Of Service: 1/01/22									
			50,433				50,433		33,622	0
Amortization:										
33	Goodwill	1/01/21	445,000				445,000	15 MO Amort	29,667	29,666

*Because this asset has 179 expense, its cost has been included in the Section 179 Property cost total

Federal Asset Report

FYE: 12/31/2022

Form 1120-S, Page 1

Asset	Description	Date In Service	Cost	Bus %	Sec 179	Bonus	Basis for Depr	PerConv Meth	Prior	Current
			445,000				445,000		29,667	29,666
	Grand Totals		1,758,720				752,729		996,613	145,427
	Less: Dispositions and Transfers		64,001				0		64,001	0
	Less: Start-up/Org Expense		0				0		0	0
	Net Grand Totals		1,694,719				752,729		932,612	145,427

Bonus Depreciation Report

FYE: 12/31/2022

Form 1120-S, Page 1

Asset	Property Description	Date In Service	Tax Cost	Bus Pct	Tax Sec 179 Exp	Current Bonus	Prior Bonus	Tax - Basis for Depr
1	Skid Steer	12/29/17	9,200		0	0	9,200	0
2	Mini Excavater	12/29/17	7,800		0	0	7,800	0
3	Skid Steer	12/29/17	76,236		0	0	76,236	0
4	Enclosed Tool Trailer	12/28/17	4,494		0	0	4,494	0
5	Equipment Trailer	12/28/17	5,028		0	0	5,028	0
6	Equipment Trailer	1/17/18	4,997		0	0	4,997	0
7	Equipment Trailer	1/29/18	7,868		0	0	7,868	0
8	7'x20' Equipment trailer	2/20/18	4,997		0	0	4,997	0
9	7' x 16' Cargo Trailer	2/20/18	4,601		0	0	4,601	0
10	7' x 20' Equipment Trailer	2/22/18	5,210		0	0	5,210	0
11	Equipment Trailer	2/28/18	5,180		0	0	5,180	0
12	7' x 16' Tool Trailer	3/06/18	5,028		0	0	5,028	0
13	Equipment Trailer 20'	3/30/18	5,376		0	0	5,376	0
14	303.5 Mini Excavator	5/22/18	44,722		0	0	44,722	0
15	289D Skid Steer	5/22/18	46,796		0	0	46,796	0
17	2019 Polaris Ranger	6/07/18	29,339		0	0	29,339	0
18	Forklift	7/17/18	34,662		0	0	34,662	0
19	Water Truck	7/17/18	28,676		0	0	28,676	0
20	32' Goose Neck Trailer	7/25/18	10,519		0	0	10,519	0
23	Fork Lift	9/04/18	1,514		0	0	1,514	0
24	Fork Lift Upgrade	11/01/18	8,554		0	0	8,554	0
25	Telescopic Drill Attachment Skid Steer	2/07/19	14,276		0	0	14,276	0
26	Travel Trailer	2/07/19	79,524		0	0	79,524	0
27	Compressor	4/26/19	10,880		0	0	10,880	0
28	2014 Golf Cart	6/24/19	6,200		0	0	6,200	0
29	2020 Haul Truck	12/20/19	175,397		0	0	175,397	0
30	Equipment	1/01/20	11,554		0	0	11,554	0
31	Office Equipment Computers Software	1/01/21	153,097		0	0	153,097	0
32	Truck Bronco 2021	1/01/21	104,266		0	0	104,266	0
34	Received in trade for asset # 17	6/01/22	0		0	0	0	0
Grand Total			905,991		0	0	905,991	0
Less: Dispositions and Transfers			64,001		0	0	64,001	0
Net Grand Total			841,990		0	0	841,990	0

FYE: 12/31/2022

Form 1120-S, Page 1

Asset	Description	Date In Service	Cost	Bus %	Sec 179	Bonus	Basis for Depr	PerConv Meth	Prior	Current
Section 179 Expense:										
35	Drilling Rig 2017 R023	9/22/22	317,296		X	X	N/A	7 HY 200DB	0	100,000
			317,296				N/A		0	100,000
7-year GDS Property:										
34	Received in trade for asset # 17	6/01/22	0			X	0	7 HY 200DB	0	0
35	Drilling Rig 2017 R023	9/22/22	N/A*		X	X	0	7 HY 200DB	0	217,296
			0				0		0	217,296
Prior MACRS:										
1	Skid Steer	12/29/17	9,200			X	0	7 MQ200DB	9,200	0
2	Mini Excavator	12/29/17	7,800			X	0	7 MQ200DB	7,800	0
3	Skid Steer	12/29/17	76,236			X	0	7 MQ200DB	76,236	0
4	Enclosed Tool Trailer	12/28/17	4,494			X	0	5 MQ200DB	4,494	0
5	Equipment Trailer	12/28/17	5,028			X	0	5 MQ200DB	5,028	0
6	Equipment Trailer	1/17/18	4,997			X	0	7 HY 200DB	4,997	0
7	Equipment Trailer	1/29/18	7,868			X	0	7 HY 200DB	7,868	0
8	7'x20' Equipment trailer	2/20/18	4,997			X	0	7 HY 200DB	4,997	0
9	7' x 16' Cargo Trailer	2/20/18	4,601			X	0	7 HY 200DB	4,601	0
10	7' x 20' Equipment Trailer	2/22/18	5,210			X	0	7 HY 200DB	5,210	0
11	Equipment Trailer	2/28/18	5,180			X	0	7 HY 200DB	5,180	0
12	7' x 16' Tool Trailer	3/06/18	5,028			X	0	7 HY 200DB	5,028	0
13	Equipment Trailer 20'	3/30/18	5,376			X	0	7 HY 200DB	5,376	0
14	303.5 Mini Excavator	5/22/18	44,722			X	0	7 HY 200DB	44,722	0
15	289D Skid Steer	5/22/18	46,796			X	0	7 HY 200DB	46,796	0
17	2019 Polaris Ranger	6/07/18	29,339			X	0	7 HY 200DB	29,339	0
	Casualty/Theft: 6/01/22									
18	Forklift	7/17/18	34,662			X	0	7 HY 200DB	34,662	0
	Sold/Scrapped: 7/01/22									
19	Water Truck	7/17/18	28,676			X	0	7 HY 200DB	28,676	0
20	32' Goose Neck Trailer	7/25/18	10,519			X	0	7 HY 200DB	10,519	0
23	Fork Lift	9/04/18	1,514			X	0	7 HY 200DB	1,514	0
24	Fork Lift Upgrade	11/01/18	8,554			X	0	7 HY 200DB	8,554	0
25	Telescopic Drill Attachment Skid Steer	2/07/19	14,276			X	0	7 MQ200DB	14,276	0
26	Travel Trailer	2/07/19	79,524			X	0	7 MQ200DB	79,524	0
27	Compressor	4/26/19	10,880			X	0	7 MQ200DB	10,880	0
28	2014 Golf Cart	6/24/19	6,200			X	0	7 MQ200DB	6,200	0
29	2020 Haul Truck	12/20/19	175,397			X	0	7 MQ200DB	175,397	0
30	Equipment	1/01/20	11,554			X	0	7 HY 200DB	11,554	0
31	Office Equipment Computers Software	1/01/21	153,097			X	0	5 HY 200DB	153,097	0
32	Truck Bronco 2021	1/01/21	104,266			X	0	7 HY 200DB	104,266	0
			905,991				0		905,991	0
Other Depreciation:										
21	Ford F150 Pickup Truck	7/25/18	40,000				40,000	5 MO S/L	27,333	8,000
	Total Other Depreciation		40,000				40,000		27,333	8,000
	Total ACRS and Other Depreciation		40,000				40,000		27,333	8,000
Listed Property:										
22	SUV	8/21/18	50,433				50,433	5 MO S/L	33,622	0
	Out Of Service: 1/01/22									
			50,433				50,433		33,622	0

*Because this asset has 179 expense, its cost has been included in the Section 179 Property cost total

FYE: 12/31/2022

AMT Asset Report
Form 1120-S, Page 1

Asset	Description	Date In Service	Cost	Bus %	Sec 179	Bonus	Basis for Depr	PerConv Meth	Prior	Current
	Grand Totals		1,313,720				90,433		966,946	325,296
	Less: Dispositions and Transfers		64,001				0		64,001	0
	Net Grand Totals		1,249,719				90,433		902,945	325,296

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Federal Aggregate Report

FYE: 12/31/2022

Asset	Description	Date In Service	Cost	179	Salvage	Prior	Current	Total	Net Book Value	Method	Life
	2019 Polaris Ranger	6/07/18	0	0	0	0	0	0	0	200DB	7
34	Received in trade for asset # 17	6/01/22	0	0	0	0	0	0	0	200DB	7
Grand Totals			0	0	0	0	0	0	0		
Less: Dispositions			0	0	0	0	0	0	0		
Net Grand Totals			0	0	0	0	0	0	0		

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AMT Aggregate Report

FYE: 12/31/2022

Asset	Description	Date In Service	Cost	179	Salvage	Prior	Current	Total	Net Book Value	Method	Life
	2019 Polaris Ranger	6/07/18	0	0	0	0	0	0	0	200DB	7
34	Received in trade for asset # 17	6/01/22	0	0	0	0	0	0	0	200DB	7
Grand Totals			0	0	0	0	0	0	0		
Less: Dispositions			0	0	0	0	0	0	0		
Net Grand Totals			0	0	0	0	0	0	0		

ACE Aggregate Report

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[illegible]

Depreciation Adjustment Report

FYE: 12/31/2022

All Business Activities

AMT
Adjustments/
Preferences

Form	Unit	Asset	Description	Tax	AMT	AMT Adjustments/ Preferences
MACRS Adjustments:						
Page 1	1	1	Skid Steer	0	0	0
Page 1	1	2	Mini Excavater	0	0	0
Page 1	1	3	Skid Steer	0	0	0
Page 1	1	4	Enclosed Tool Trailer	0	0	0
Page 1	1	5	Equipment Trailer	0	0	0
Page 1	1	6	Equipment Trailer	0	0	0
Page 1	1	7	Equipment Trailer	0	0	0
Page 1	1	8	7'x20' Equipment trailer	0	0	0
Page 1	1	9	7' x 16' Cargo Trailer	0	0	0
Page 1	1	10	7' x 20' Equipment Trailer	0	0	0
Page 1	1	11	Equipment Trailer	0	0	0
Page 1	1	12	7' x 16' Tool Trailer	0	0	0
Page 1	1	13	Equipment Trailer 20'	0	0	0
Page 1	1	14	303.5 Mini Excavator	0	0	0
Page 1	1	15	289D Skid Steer	0	0	0
Page 1	1	17	2019 Polaris Ranger	0	0	0
Page 1	1	18	Forklift	0	0	0
Page 1	1	19	Water Truck	0	0	0
Page 1	1	20	32' Goose Neck Trailer	0	0	0
Page 1	1	23	Fork Lift	0	0	0
Page 1	1	24	Fork Lift Upgrade	0	0	0
Page 1	1	25	Telescopic Drill Attachment Skid Steer	0	0	0
Page 1	1	26	Travel Trailer	0	0	0
Page 1	1	27	Compressor	0	0	0
Page 1	1	28	2014 Golf Cart	0	0	0
Page 1	1	29	2020 Haul Truck	0	0	0
Page 1	1	30	Equipment	0	0	0
Page 1	1	31	Office Equipment Computers Software	0	0	0
Page 1	1	32	Truck Bronco 2021	0	0	0
				<u>0</u>	<u>0</u>	<u>0</u>
				<u>0</u>	<u>0</u>	<u>0</u>

FYE: 12/31/2022 **Form 1120-S, Page 1**

Asset	Description	Date In Service	Cost	Tax	AMT
Prior MACRS:					
1	Skid Steer	12/29/17	9,200	0	0
2	Mini Excavater	12/29/17	7,800	0	0
3	Skid Steer	12/29/17	76,236	0	0
4	Enclosed Tool Trailer	12/28/17	4,494	0	0
5	Equipment Trailer	12/28/17	5,028	0	0
6	Equipment Trailer	1/17/18	4,997	0	0
7	Equipment Trailer	1/29/18	7,868	0	0
8	7'x20' Equipment trailer	2/20/18	4,997	0	0
9	7' x 16' Cargo Trailer	2/20/18	4,601	0	0
10	7' x 20' Equipment Trailer	2/22/18	5,210	0	0
11	Equipment Trailer	2/28/18	5,180	0	0
12	7' x 16' Tool Trailer	3/06/18	5,028	0	0
13	Equipment Trailer 20'	3/30/18	5,376	0	0
14	303.5 Mini Excavator	5/22/18	44,722	0	0
15	289D Skid Steer	5/22/18	46,796	0	0
19	Water Truck	7/17/18	28,676	0	0
20	32' Goose Neck Trailer	7/25/18	10,519	0	0
23	Fork Lift	9/04/18	1,514	0	0
24	Fork Lift Upgrade	11/01/18	8,554	0	0
25	Telescopic Drill Attachment Skid Steer	2/07/19	14,276	0	0
26	Travel Trailer	2/07/19	79,524	0	0
27	Compressor	4/26/19	10,880	0	0
28	2014 Golf Cart	6/24/19	6,200	0	0
29	2020 Haul Truck	12/20/19	175,397	0	0
30	Equipment	1/01/20	11,554	0	0
31	Office Equipment Computers Software	1/01/21	153,097	0	0
32	Truck Bronco 2021	1/01/21	104,266	0	0
34	Received in trade for asset # 17	6/01/22	0	0	0
			<u>841,990</u>	<u>0</u>	<u>0</u>
Other Depreciation:					
21	Ford F150 Pickup Truck	7/25/18	40,000	4,667	4,667
35	Drilling Rig 2017 R023	9/22/22	317,296	31,042	0
	Total Other Depreciation		<u>357,296</u>	<u>35,709</u>	<u>4,667</u>
	Total ACRS and Other Depreciation		<u>357,296</u>	<u>35,709</u>	<u>4,667</u>
Listed Property:					
22	SUV	8/21/18	50,433	0	0
			<u>50,433</u>	<u>0</u>	<u>0</u>
Amortization:					
33	Goodwill	1/01/21	445,000	29,667	0
			<u>445,000</u>	<u>29,667</u>	<u>0</u>
	Grand Totals		<u>1,694,719</u>	<u>65,376</u>	<u>4,667</u>

Form **1120-S****Schedule K-1 Summary Worksheet**

Name

Employer Identification Number

Packet Construction LLC**4512**

Shareholder Name

SSN/EIN

Column A **John P Miller****-0349**

Column B

Column C

Column D

Schedule K Items	Column A	Column B	Column C	Column D	Sch K Total
1 Ordinary income	91,968				91,968
2 Net rental RE inc					
3c Net other rental inc					
4 Interest income					
5a Ordinary dividends					
5b Qualified dividends					
6 Royalties					
7 Net ST capital gain					
8a Net LT capital gain					
8b Collect bles 28% gain					
8c Unrecap Sec 1250					
9 Net Sec 1231 gain					
10 Other income (loss)					
11 Sec 179 deduction	100,000				100,000
12a Contr butions					
12b Invest interest exp					
12c Sec 59(e)(2) exp					
12d Other deductions					
13a Low-inc house 42j5					
13b Low-inc house other					
13c Qualif rehab exp					
13d Rental RE credits					
13e Other rental credits					
13f Biofuel credit					
13g Other credits					
15a Depr adjustment					
15b Adjusted gain (loss)					
15c Depletion					
15d Inc-oil/gas/geoth					
15e Ded-oil/gas/geoth					
15f Other AMT items					
16a Tax-exempt interest					
16b Other tax-exempt					
16c Nonded expense					
16d Distr butions					
16e Shr loan repmts					
16f Foreign taxes					
17a Investment income					
17b Investment expense					
18 Income (loss)	-8,032				-8,032

Retained Earnings Reconciliation WorksheetForm **1120-S**

For calendar year 2022 or tax year beginning , ending

Name

Employer Identification Number

Packet Construction LLC**4512****Schedule L - Retained Earnings**

Retained Earnings - Unappropriated (Accumulated E&P)	<u>0</u>
Accumulated Adjustments Account	<u>-1,639,639</u>
Undistributed Previously Taxed Income	<u>0</u>
Other Adjustments Account	<u>0</u>
Retained Earnings Timing Differences	<u>0</u>
Schedule L, Line 24 - Retained Earnings	<u><u>-1,639,639</u></u>

Schedule M-2 - Retained Earnings

	Accumulated Adjustments Account	Undistributed Previously Taxed Income	Accumulated Earnings and Profits	Other Adjustments Account	Retained Earnings Timing Differences	Total Retained Earnings
Beginning of Year	<u>-1,733,526</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>-1,733,526</u>
Ordinary Income (Loss)	<u>91,968</u>					<u>91,968</u>
Other Additions	<u>101,919</u>					<u>101,919</u>
Other Reductions	<u>100,000</u>					<u>100,000</u>
Distributions						
End of Year	<u><u>-1,639,639</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>-1,639,639</u></u>

Form 1120-S, Retained Earnings Reconciliation Worksheet, AAA - Other Additions

Description	Amount
Contributions from Shareholde	\$ 101,919
Total	\$ 101,919

Form 1120-S, Retained Earnings Reconciliation Worksheet, AAA - Other Reductions

Description	Amount
Section 179 Expense	\$ 100,000
Total	\$ 100,000

Electronic Filing - PDF Attachment Worksheet

Form **1120/**
1120-S

For calendar year 2022 or tax year beginning , ending

Name

Packet Construction LLC

Employer Identification Number

4512

Title	Attachment Source	Proforma
<p>AUTOMATICALLY ATTACHED TO RETURN</p> <p>Section 199A Information Worksheet</p> <p>Shareholder Section 199A Information Worksheet</p>	<p>SECTION199AINFORMATIONWORKSHEET.PDF</p> <p>SHAREHOLDERSECTION199AINFORMATIONWORKSHEET.PDF</p>	

Form 1120-S	Two Year Comparison Worksheet Page 1	
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Name

Employer Identification Number

Packet Construction LLC**4512**

		2021	2022	Differences
Income	Gross profit percentage	13.6995	30.1767	16.4772
	Net receipts	3,267,767	6,938,398	3,670,631
	Cost of goods sold	2,820,100	4,844,616	2,024,516
	Gross profit	447,667	2,093,782	1,646,115
	Net gain (loss) from Form 4797		10,200	10,200
	Other income (loss)			
	Total income (loss)	447,667	2,103,982	1,656,315
Deductions	Compensation of officers	115,385	152,657	37,272
	Salaries and wages less employment credits	799,375	1,229,313	429,938
	Repairs and maintenance	7,424		-7,424
	Bad debts			
	Rents	62,311	31,564	-30,747
	Taxes and licenses	86,601	136,690	50,089
	Interest	266,383	103,250	-163,133
	Depreciation	275,450	15,761	-259,689
	Depletion			
	Advertising			
	Pension, profit-sharing, etc., plans			
	Employee benefit programs		24,721	24,721
	Other deductions	269,208	318,058	48,850
	Total deductions	1,882,137	2,012,014	129,877
	Ordinary business income (loss)	-1,434,470	91,968	1,526,438
Tax and Payments	Excess net passive income or LIFO recapture tax			
	Tax from Schedule D			
	Total tax	0	0	0
	Estimated tax and prior year overpayment credited			
	Tax deposited with Form 7004			
	Credit for federal tax paid on fuels			
	Refund applied for on Form 4466	()	()	
	Total payments and credits			
	Tax due (overpayment)	0	0	0
	Estimated tax penalty from Form 2220			
	Penalties and interest			
	Net tax due (overpayment)	0	0	0
	Overpayment credited to next year's estimated tax			
	Overpayment refunded			

Form 1120-S	Two Year Comparison Worksheet Page 2	
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Name

Employer Identification Number

Packet Construction LLC**4512**

		2021	2022	Differences
Income (Loss)	Ordinary business income (loss)	-1,434,470	91,968	1,526,438
	Net rental real estate income (loss)			
	Other net rental income (loss)			
	Interest income			
	Dividends			
	Royalties			
	Net short-term capital gain (loss)			
	Net long-term capital gain (loss)			
	Net Section 1231 gain (loss)			
	Other income (loss)			
Deductions	Section 179 deduction		100,000	100,000
	Charitable contributions			
	Investment interest expense			
	Section 59(e)(2) expenditures			
	Other deductions			
Credits	Low-income housing credit (Section 42(j)(5))			
	Low-income housing credit (other)			
	Qualified rehabilitation expenditures (rental real estate)			
	Other rental real estate credits			
	Other rental credits			
	Biofuel producer credit			
	Other credits			
AMT Items	Post-1986 depreciation adjustment			
	Adjusted gain or loss			
	Depletion (other than oil and gas)			
	Oil, gas, and geothermal properties-gross income			
	Oil, gas, and geothermal properties-deductions			
	Other AMT items			
Items Affecting S/H Basis	Tax-exempt interest income			
	Other tax-exempt income			
	Nondeductible expenses			
	Distributions			
	Repayment of loans from shareholders			
	Foreign taxes paid or accrued			
Other Information	Investment income			
	Investment expenses			
	Dividend distributions paid from accumulated E&P			
	Income (loss) (if Schedule M-1 is required)	-1,434,470	-8,032	1,426,438

Form 1120-S	Two Year Comparison Worksheet Page 3	
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Name

Employer Identification Number

Packet Construction LLC

4512

		2021	2022	Differences
Schedule L	Beginning assets	231,009	1,142,882	911,873
	Beginning liabilities and equity	231,009	1,142,882	911,873
	Ending assets	1,142,882	645,682	-497,200
	Ending liabilities and equity	1,142,882	645,682	-497,200
Schedule M-1	Net income (loss) per books	-1,440,317	-22,209	1,418,108
	Taxable income not on books		10,000	10,000
	Book expenses not deducted	5,847	4,177	-1,670
	Income on books not on return			
	Return deductions not on books			
	Income (loss) per return	-1,434,470	-8,032	1,426,438
Schedule M-2 AAA	Balance at beginning of year	-299,056	-1,733,526	-1,434,470
	Ordinary income (loss) from page 1	-1,434,470	91,968	1,526,438
	Other additions		101,919	101,919
	Other reductions		100,000	100,000
	Distributions			
	Balance at end of year	-1,733,526	-1,639,639	93,887
Schedule M-2 PTI	Balance at beginning of year			
	Distributions			
	Balance at end of year			
Schedule M-2 E&P	Balance at beginning of year			
	Distributions			
	Balance at end of year			
Schedule M-2 OAA	Balance at beginning of year			
	Other additions			
	Other reductions			
	Distributions			
	Balance at end of year			
Schedule M-3	Total income (loss) items:			
	Income (loss) per income statement			
	Temporary difference			
	Permanent difference			
	Income (loss) per tax return			
	Total expense/deduction items:			
	Expense per income statement			
	Temporary difference			
	Permanent difference			
	Deduction per tax return			
	Other items with no differences:			
	Income (loss) per income statement			
	Income (loss) per tax return			
	Reconciliation totals:			
	Income (loss) per income statement			
	Temporary difference			
	Permanent difference			
	Income (loss) per tax return			

Form **1120-S**

Tax Return History Report Page 1

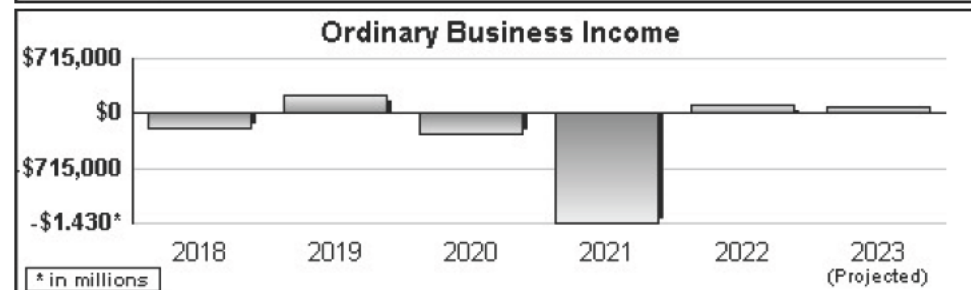
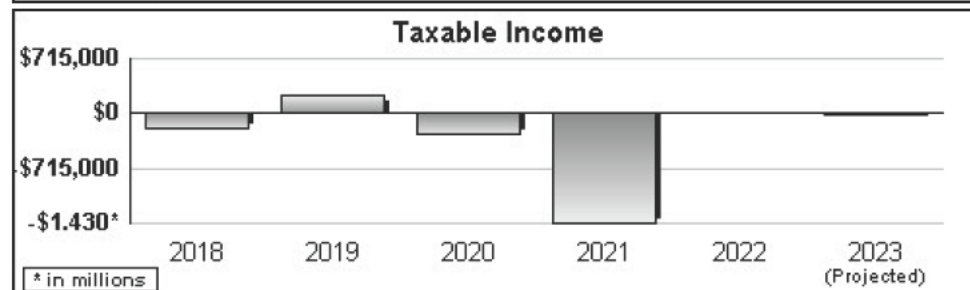
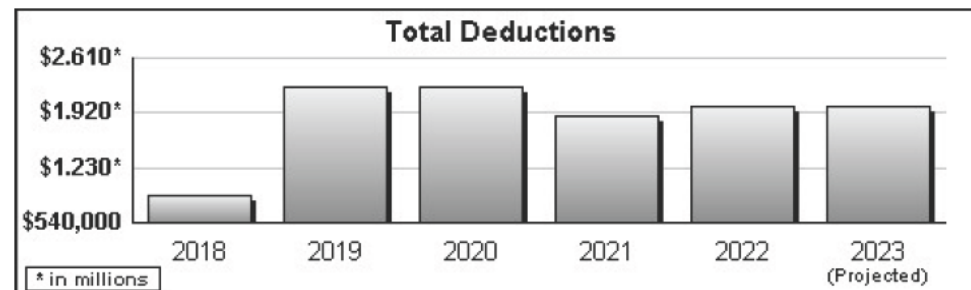
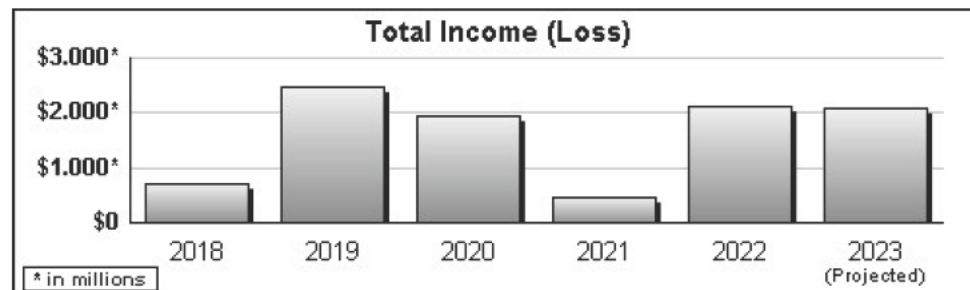
Name

Packet Construction LLC

Employer Identification Number

4512

	2018	2019	2020	2021	2022	2023 Projected
Net receipts	7,236,082	5,562,828	4,596,718	3,267,767	6,938,398	6,938,398
Cost of goods sold	6,544,335	3,081,873	2,639,801	2,820,100	4,844,616	4,844,616
Gross profit	691,747	2,480,955	1,956,917	447,667	2,093,782	2,093,782
Gross profit percentage	9.5597	44.5988	42.5720	13.6995	30.1767	30.1767
Other income (loss)					10,200	
Total income (loss)	691,747	2,480,955	1,956,917	447,667	2,103,982	2,093,782
Officer compensation	150,000	115,385	129,808	115,385	152,657	152,657
Salaries and wages	100,560	1,057,931	1,515,391	799,375	1,229,313	1,229,313
Bad debts						
Taxes and licenses	22,424	37,629	53,084	86,601	136,690	136,690
Interest	49,299	464,469	108,577	266,383	103,250	103,250
Depreciation	254,734	304,364	29,640	275,450	15,761	15,761
Depletion (other than oil and gas)						
Pension and employee benefits	7,541				24,721	24,721
Other deductions	299,392	269,396	399,405	338,943	349,622	349,622
Total deductions	883,950	2,249,174	2,235,905	1,882,137	2,012,014	2,012,014
Ordinary business income (loss)	-192,203	231,781	-278,988	-1,434,470	91,968	81,768



Form **1120-S**

Tax Return History Report Page 2

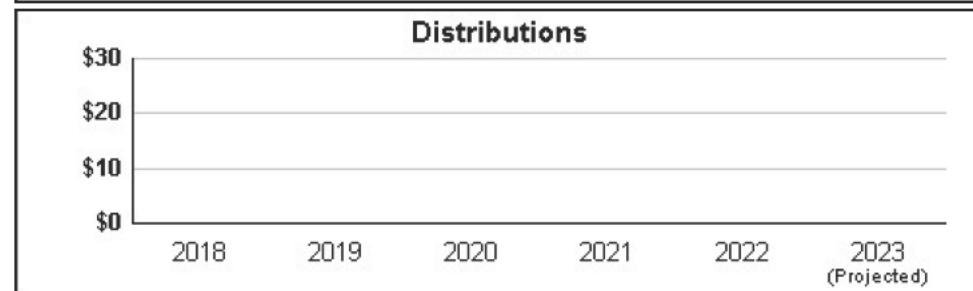
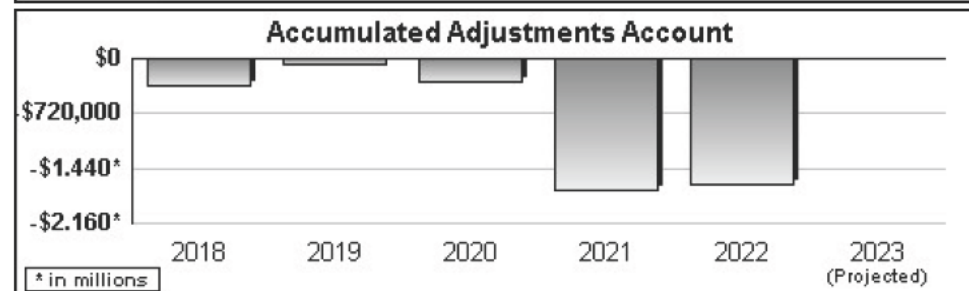
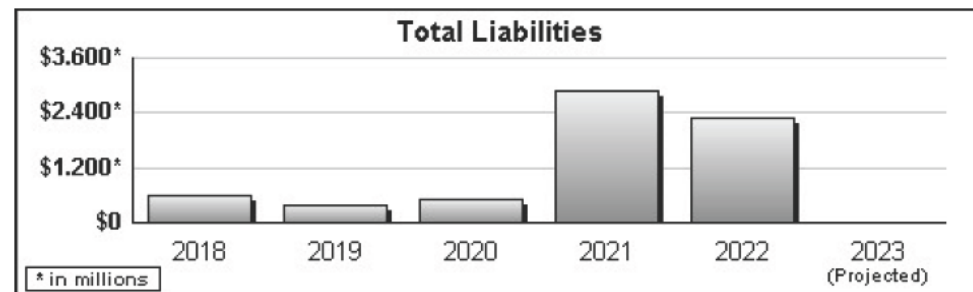
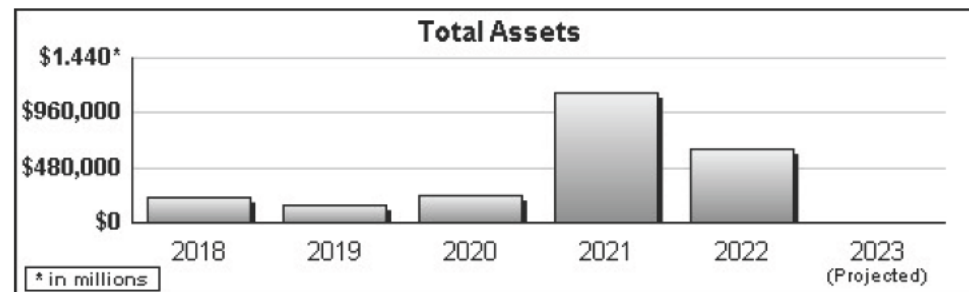
Name

Packet Construction LLC

Employer Identification Number

4512

	2018	2019	2020	2021	2022	2023 Projected
Ordinary business income (loss)	-192,203	231,781	-278,988	-1,434,470	91,968	81,768
Net rental income (loss)						
Interest, dividends and royalties	306	377				
Net capital gain (loss)						
Net Section 1231 gain (loss)						
Other income (loss)						
Section 179 deduction					100,000	100,000
Charitable contributions	3,615	3,720	4,200			
Other deductions						
Foreign taxes paid or accrued						
S Corporation taxable income (loss)	-195,512	228,438	-283,188	-1,434,470	-8,032	-18,232
Total assets	226,542	158,652	231,009	1,142,882	645,682	
Total liabilities	583,960	367,522	529,065	2,875,408	2,284,321	
Net equity	-357,418	-208,870	-298,056	-1,732,526	-1,638,639	
S Corporation book income (loss)	-176,986	216,978	-291,374	-1,440,317	-22,209	
Accumulated earnings & profits						
Accumulated adjustments account	-358,418	-77,865	-299,056	-1,733,526	-1,639,639	
Retained earnings timing differences						
Distributions from S Corporation earnings						
Dividend distributions						



Shareholder's Basis Worksheet Page 1

Form 1120-S		
Schedule K-1	For calendar year 2022 or tax year beginning	, ending
Name Packet Construction LLC John P Miller		Taxpayer Identification Number 4512-0349

Stock Basis

1. Beginning of year stock basis	101,919
2. Capital contributions	101,919
Additions:	
3. Ordinary business income	91,968
4. Net rental income	
5. Interest, dividends, royalties and net capital gains	
6. Net Section 1231 gain	
7. Tax-exempt interest and other income	
8. Other income	
9. Gain on disposal of Section 179 assets	
Total of line 3 through line 9	91,968
10. Other increases	
11. Subtotal (Add line 1 through line 10)	193,887
Subtractions:	
12. Distributions	
13. Total losses and deductions applied against stock basis (See Shareholder's Basis Worksheet Page 2)	100,000
14. Other decreases	
15. Amount used to restore loan basis	
16. End of year stock basis (Subtract the sum of lines 12 through 15 from line 11)	93,887

Loan Basis

17. Beginning of year loan basis	810,767
18. Loans to corporation	
19. Loan basis restored - amount used in prior years to offset losses	
20. Other increases SBA Loan	
21. Loan repayments	
22. Total losses and deductions applied against loan basis (See Shareholder's Basis Worksheet Page 2)	
23. Other decreases	
24. End of year loan basis (Subtract the sum of lines 21 through 23 from the sum of lines 17 through 20)	810,767
25. End of year stock and loan basis (Add line 16 and line 24)	904,654
Principal amount of loan owed to shareholder at end of the year	524,268

Gain Recognized on Excess Distributions

26. Distributions	
27. Stock basis before distributions and loss items	
28. Gain recognized on excess distributions (Subtract line 27 from line 26)	

Gain Recognized on Repayment of Shareholder Loan

29. Loan basis at beginning of tax year	
30. Loan basis restored - amount used in prior years to offset losses	
31. Loan basis before loan repayment (Add line 29 and line 30)	
32. Shareholder loan at beginning of tax year	
33. Loan repayments to shareholder during tax year	
34. Nontaxable return of loan basis ((Line 31 divided by line 32) multiplied by line 33)	
35. Gain recognized on repayment of shareholder loan (Subtract line 34 from line 33)	

Note to shareholder: This worksheet was prepared based on corporation records. Please consult with your tax advisor for adjustments.

Form **1120-S**
Schedule K-1

For calendar year 2022 or tax year beginning

, ending

Name

Packet Construction LLC
John P Miller

Taxpayer Identification Number

4512
-0349**Loss Allocated to Stock and Loan Basis**

	Suspended Losses	Current Year Loss	Total Loss	Percent	Allowed Stock Loss	Disallowed Loss	Percent	Allowed Loan Loss	Loss to Carryforward	Total Allowed Loss
Nondeductible noncap expenses										
Deductible items:										
Ordinary business loss										
Net rental real estate loss										
Other net rental loss										
Short-term capital loss										
Long-term capital loss										
Net Section 1231 loss										
Other portfolio loss										
Other losses										
Section 179 expense		100,000	100,000	100.00	100,000					100,000
Cash contributions (60%)										
Cash contributions (30%)										
Noncash contributions (50%)										
Qual conserv contrib (50%)										
Noncash contributions (30%)										
Cap gain prop 50% org (30%)										
Cap gain prop (20%)										
Qual conserv contrib (100%)										
Portfolio deductions										
Investment interest expense										
Deductions-royalty income										
Section 59(e)(2) expend										
Preproductive period exp										
Reforestation expense ded										
Other deductions										
Foreign taxes										
Loss on disposal of 179 assets										
Total deductible items		100,000	100,000	100.00	100,000					100,000
Total nonded and deductible items		100,000	100,000		100,000					100,000

Note to shareholder: This worksheet was prepared based on corporation records. Please consult with your tax advisor for adjustments.

Form 1120-S, Page 1, Line 12 - Taxes and Licenses

Description	Amount
PAYROLL TAXES	\$ 113,942
TAX & LICENSE	22,748
Total	\$ 136,690

Form 1120-S, Page 1, Line 13 - Interest

Description	Amount
INTEREST	\$ 103,250
Total	\$ 103,250

Form 1120-S, Page 1, Line 18 - Employee Benefit Programs

Description	Amount
Employee Benefit Program	\$ 24,721
Total	\$ 24,721

Form 1120-S, Page 3, Schedule K, Line 4 - Interest Income

Description	Amount
INTEREST INCOME	\$
Total	\$ 0

Form 1120-S, Page 4, Schedule L, Line 19 - Loans from Shareholders

Description	Beginning of Year	End of Year
J P Miller Jr	\$	\$ 76,912
Total	\$ 0	\$ 76,912

FYE: 12/31/2022

Form 1120-S, Page 4, Schedule L, Line 20 - Mortgages, Notes, Bonds Payable in One Year or More

Description	Beginning of Year	End of Year
Cat Financial	\$ 36,653	\$ 3,499
N/P Dedicated Funding	74,026	25,481
N/P Marlin Capital	28,761	9,058
SBA LOAN	1,997,400	1,997,400
N/P HKA	574,834	
PROVIDENCE EQUIPMENT	153,097	107,477
Loan Payable		64,494
Total	\$ 2,864,771	\$ 2,207,409

FYE: 12/31/2022

Form 4562, Page 1, Line 11 - Business Income Limitation

Description	Amount
Ordinary Income (Loss)	\$ 91,968
Shareholder Wages	152,657
Business Income	244,625

Randy Van Camp, CPA, LLC
171 Benney Lane Bldg II Ste 300
Dripping Springs, TX 78620-5394

John P Miller
15291 FM 150 W
Driftwood, TX 78619
|||||

Randy Van Camp, CPA, LLC
171 Benney Lane Bldg II Ste 300
Dripping Springs, TX 78620-5394
512-894-0052

September 11, 2023

CONFIDENTIAL

John P Miller
15291 FM 150 W
Driftwood, TX 78619

Dear JP Miller:

We have prepared the enclosed copy of Form 1120-S, Schedule K-1 for Packet Construction LLC. It contains your share of the corporation's items of income (loss), credits and deductions, and other information for the corporation's tax year ended December 31, 2022. These items are to be reported on your federal income tax return; therefore, this Schedule should be retained with your tax records and documentation.

Also enclosed is state K-1 information, if applicable. This information should also be retained with your tax records and documentation.

Also enclosed is shareholder basis information. This information consists of your stock and loan basis in the corporation and, if applicable, your share of any suspended or disallowed losses. Retain this information with your tax records; it may be needed to complete your federal income tax return.

We have retained a copy of the Schedule K-1 and other relevant documents for use in preparing your federal income tax return and, if applicable, all State K-1 information for use in preparing any state tax returns. We urge you to call for an appointment at your earliest convenience so that we might begin preparation of your individual tax returns.

If you have any questions, or if we can be of assistance in any way, please do not hesitate to call.

Sincerely,

Randy Van Camp, CPA, LLC

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☐ Final K-1

☐ Amended K-1

OMB No. 1545-0123

**Schedule K-1
(Form 1120-S)**

Department of the Treasury
Internal Revenue Service

2022

For calendar year 2022, or tax year

beginning ending

**Shareholder's Share of Income, Deductions,
Credits, etc.**

▶ See separate instructions.

<input type="text"/>		1	Ordinary business income (loss) 91,968	13	Credits
		2	Net rental real estate income (loss)		
		3	Other net rental income (loss)		
		4	Interest income		
A Corporation's employer identification number 4512		5a	Ordinary dividends		
B Corporation's name, address, city, state, and ZIP code Packet Construction LLC P O Box 82668 AUSTIN TX 78708		5b	Qualified dividends	14	Schedule K-3 is attached if checked <input type="checkbox"/>
		6	Royalties	15	Alternative minimum tax (AMT) items
		7	Net short-term capital gain (loss)		
C RS Center where corporation filed return e-file		8a	Net long-term capital gain (loss)		
D Corporation's total number of shares Beginning of tax year <u>1,000</u> End of tax year <u>1,000</u>		8b	Collectibles (28%) gain (loss)		
		8c	Unrecaptured section 1250 gain		
<input type="text"/>		9	Net section 1231 gain (loss)	16	Items affecting shareholder basis
E Shareholder's identifying number 0349		10	Other income (loss)		
F Shareholder's name, address, city, state, and ZIP code John P Miller 15291 FM 150 W Driftwood TX 78619					
G Current year allocation percentage <u>100.000000 %</u>				17	Other information V* STMT
H Shareholder's number of shares Beginning of tax year <u>1,000</u> End of tax year <u>1,000</u>		11	Section 179 deduction 100,000	AC*	STMT
I Loans from shareholder Beginning of tax year \$ <u>524,268</u> End of tax year \$ <u>524,268</u>		12	Other deductions		
For IRS Use Only					
		18	<input type="checkbox"/> More than one activity for at-risk purposes*		
		19	<input type="checkbox"/> More than one activity for passive activity purposes*		
* See attached statement for additional information.					

10. Other income (loss)

- A** Other portfolio income (loss)
- B** Involuntary conversions
- C** Section 1256 contracts & straddles
- D** Mining exploration costs recapture
- E** Section 951A(a) income inclusions
- F** Inclusions of subpart F income
- G** Section 951(a)(1)(B) inclusions
- H** Other income (loss)

12. Other deductions

- A** Cash contributions (60%)
- B** Cash contributions (30%)
- C** Noncash contributions (50%)
- D** Noncash contributions (30%)
- E** Capital gain property to a 50% organization (30%)
- F** Capital gain property (20%)
- G** Contributions (100%)
- H** Investment interest expense
- I** Deductions – royalty income
- J** Section 59(e)(2) expenditures
- K** Reserved for future use
- L** Deductions – portfolio (other)
- M** Preproductive period expenses
- N** Reserved for future use
- O** Reforestation expense deduction
- P** through **R** Reserved for future use
- S** Other deductions

13. Credits

- A** and **B** Reserved for future use
- C** Low-income housing cr (sec 42(j)(5)) from post-2007 bldgs
- D** Low-income housing cr (other) from post-2007 bldgs
- E** Qualified rehabilitation expenditures (rental real estate)
- F** Other rental real estate credits
- G** Other rental credits
- H** Undistributed capital gains credit
- I** Biofuel producer credit
- J** Work opportunity credit
- K** Disabled access credit
- L** Empowerment zone employment credit
- M** Credit for increasing research activities
- N** Credit for employer social security and Medicare taxes
- O** Backup withholding
- P** Other credits

15. Alternative minimum tax (AMT) items

- A** Post-1986 depreciation adjustment
- B** Adjusted gain or loss
- C** Depletion (other than oil & gas)
- D** Oil, gas, & geothermal – gross income
- E** Oil, gas, & geothermal – deductions
- F** Other AMT items

16. Items affecting shareholder basis

- A** Tax-exempt interest income
- B** Other tax-exempt income
- C** Nondeductible expenses
- D** Distributions
- E** Repayment of loans from shareholders
- F** Foreign taxes paid or accrued

17. Other information

- A** Investment income
- B** Investment expenses
- C** Qualified rehabilitation expenditures (other than RRE)
- D** Basis of energy property
- E** Recap of low-income housing cr (sec 42(j)(5))
- F** Recap of low-income housing cr (other)
- G** Recapture of investment credit
- H** Recapture of other credits
- I** Look-back interest – completed long-term contracts
- J** Look-back interest – income forecast method
- K** Dispositions of property with section 179 deductions
- L** Recapture of section 179 deduction
- M** Section 453(l)(3) information
- N** Section 453A(c) information
- O** Section 1260(b) information
- P** Interest allocable to production expenditures
- Q** Capital construction fund (CCF) nonqualified withdrawals
- R** Depletion information - oil and gas
- S** and **T** Reserved for future use
- U** Net investment income
- V** Section 199A information
- W** through **Z** Reserved for future use
- AA** Excess taxable income
- AB** Excess business interest income
- AC** Gross receipts for section 448(c)
- AD** Other information

Federal Statements

FYE: 12/31/2022

John P Miller
0349

Schedule K-1, Box 17, Code AC - Gross Receipts for Section 448(c)

Description	Shareholder Amount
8990 Gross Receipts for 2021	3,267,767
8990 Gross Receipts for 2020	4,596,718
8990 Gross Receipts for 2019	5,563,205

Form 1120-S Schedule K-1	Schedule K-1, Box 17, Code V Shareholder's Section 199A Information	2022
For calendar year 2022 or tax year beginning _____, ending _____		

Name Packet Construction LLC John P Miller	Taxpayer Identification Number <div style="background-color: yellow; padding: 2px; text-align: center;"> 4512 -0349 </div>
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	Activity Description	Pass-Through Entity EIN	PTP	Aggregated	SSTB
Column A	Page 1 Activity		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Column B			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Column C			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Column D			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Column E			<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

	Column A	Column B	Column C	Column D	Column E
QBI or Qualified PTP items:					
Ordinary business income (loss)	91,968				
Net rental real estate income (loss)					
Other net rental income (loss)					
Royalty income (loss)					
Section 1231 gain (loss)					
Other income (loss)					
Section 179 deduction	100,000				
Other deductions					
W-2 wages	1,381,970				
Qualified property	1,199,286				

Other Information:

QBI allocable to cooperative pmts received

W-2 wages allocable to qualified payments

Section 199A(g) deduction

Section 199A REIT dividends

Shareholder's Basis Worksheet Page 1

Form 1120-S Schedule K-1	For calendar year 2022 or tax year beginning _____, ending _____	
Name Packet Construction LLC John P Miller		Taxpayer Identification Number 4512-0349

Stock Basis

1. Beginning of year stock basis	101,919
2. Capital contributions	101,919
Additions:	
3. Ordinary business income	91,968
4. Net rental income	
5. Interest, dividends, royalties and net capital gains	
6. Net Section 1231 gain	
7. Tax-exempt interest and other income	
8. Other income	
9. Gain on disposal of Section 179 assets	
Total of line 3 through line 9	91,968
10. Other increases	
11. Subtotal (Add line 1 through line 10)	193,887
Subtractions:	
12. Distributions	
13. Total losses and deductions applied against stock basis (See Shareholder's Basis Worksheet Page 2)	100,000
14. Other decreases	
15. Amount used to restore loan basis	
16. End of year stock basis (Subtract the sum of lines 12 through 15 from line 11)	93,887

Loan Basis

17. Beginning of year loan basis	810,767
18. Loans to corporation	
19. Loan basis restored - amount used in prior years to offset losses	
20. Other increases SBA Loan	
21. Loan repayments	
22. Total losses and deductions applied against loan basis (See Shareholder's Basis Worksheet Page 2)	
23. Other decreases	
24. End of year loan basis (Subtract the sum of lines 21 through 23 from the sum of lines 17 through 20)	810,767
25. End of year stock and loan basis (Add line 16 and line 24)	904,654
Principal amount of loan owed to shareholder at end of the year	524,268

Gain Recognized on Excess Distributions

26. Distributions	
27. Stock basis before distributions and loss items	
28. Gain recognized on excess distributions (Subtract line 27 from line 26)	

Gain Recognized on Repayment of Shareholder Loan

29. Loan basis at beginning of tax year	
30. Loan basis restored - amount used in prior years to offset losses	
31. Loan basis before loan repayment (Add line 29 and line 30)	
32. Shareholder loan at beginning of tax year	
33. Loan repayments to shareholder during tax year	
34. Nontaxable return of loan basis ((Line 31 divided by line 32) multiplied by line 33)	
35. Gain recognized on repayment of shareholder loan (Subtract line 34 from line 33)	

Note to shareholder: This worksheet was prepared based on corporation records. Please consult with your tax advisor for adjustments.

Form **1120-S**
Schedule K-1

For calendar year 2022 or tax year beginning

, ending

Name

Packet Construction LLC
John P Miller

Taxpayer Identification Number

4512
-0349**Loss Allocated to Stock and Loan Basis**

	Suspended Losses	Current Year Loss	Total Loss	Percent	Allowed Stock Loss	Disallowed Loss	Percent	Allowed Loan Loss	Loss to Carryforward	Total Allowed Loss
Nondeductible noncap expenses										
Deductible items:										
Ordinary business loss										
Net rental real estate loss										
Other net rental loss										
Short-term capital loss										
Long-term capital loss										
Net Section 1231 loss										
Other portfolio loss										
Other losses										
Section 179 expense		100,000	100,000	100.00	100,000					100,000
Cash contributions (60%)										
Cash contributions (30%)										
Noncash contributions (50%)										
Qual conserv contrib (50%)										
Noncash contributions (30%)										
Cap gain prop 50% org (30%)										
Cap gain prop (20%)										
Qual conserv contrib (100%)										
Portfolio deductions										
Investment interest expense										
Deductions-royalty income										
Section 59(e)(2) expend										
Preproductive period exp										
Reforestation expense ded										
Other deductions										
Foreign taxes										
Loss on disposal of 179 assets										
Total deductible items		100,000	100,000	100.00	100,000					100,000
Total nonded and deductible items		100,000	100,000		100,000					100,000

Note to shareholder: This worksheet was prepared based on corporation records. Please consult with your tax advisor for adjustments.